

FISCAL NOTE

SB 405 - HB 2246

February 22, 2005

SUMMARY OF BILL: Abolishes the special allocation of state-shared sales tax revenue to premier type tourist resort municipalities.

ESTIMATED FISCAL IMPACT:

Increase State Revenues – Exceeds \$5,000,000

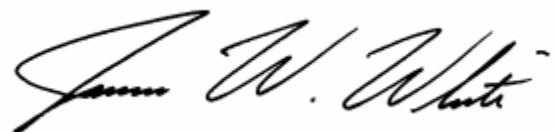
Decrease Local Govt. Revenues – Exceeds \$5,000,000

Assumptions:

- Currently, only Gatlinburg and Pigeon Forge qualify as premier type tourist resort municipalities.
- The City of Gatlinburg received an additional \$1,881,742 in FY04 from the special sales tax allocation.
- The City of Pigeon Forge received an additional \$3,164,404 in FY04 from the special sales tax allocation.
- This bill eliminates the special allocation to Gatlinburg and Pigeon Forge. As a result, state revenues would increase by the same amount.
- Increase in state revenues is estimated at \$5,046,146 (\$1,881,742 + \$3,164,404 = \$5,046,146).
- Decrease in local government revenues is estimated at \$5,046,146.

CERTIFICATION:

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.



James W. White, Executive Director

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